

COMPREHENSIVE ANNUAL FINANCIAL REPORT

TOWNSHIP OF BINGHAM

CLINTON COUNTY, MICHIGAN

MARCH 31, 2004

AUDITING PROCEDURES REPORT

Issued under P.A. 2 of 1968, as amended. Filing is mandatory.

| | | | |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------|----------------------------------------------------------------|--------------------------|
| Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other | | Local Government Name BINGHAM | County CLINTON |
| Audit Date 3-31-2004 | Opinion Date 9-10-2004 | Date Accountant Report Submitted to State: 9-15-2004 | |

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- | | |
|---------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit. |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241). |
| <input type="checkbox"/> yes <input checked="" type="checkbox"/> no | 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95). |

We have enclosed the following:

| | Enclosed | To Be Forwarded | Not Required |
|-------------------------------------------------------------------------------|----------|-----------------|--------------|
| The letter of comments and recommendations. | | | X |
| Reports on individual federal financial assistance programs (program audits). | | | X |
| Single Audit Reports (ASLGU). | | | X |

| | | | |
|--------------------------------------------------------------------------|------------------------|--------------------|--------------------------|
| Certified Public Accountant (Firm Name) JAMES M. IRELAND, P.C. | | | |
| Street Address 6920 S. CEDAR ST., SUITE #3 | City LANSING | State MI | ZIP 48911-6924 |
| Accountant Signature James M. Ireland, CPA | | | |

TOWNSHIP OF BINGHAM
CLINTON COUNTY, MICHIGAN

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(517) 699-5320

Members of the Township Board
Township of Bingham
Clinton County, Michigan

Boardmembers:

I have audited the accompanying general purpose financial statements of the Township of Bingham as of and for the year ended March 31, 2004, as listed in the table of contents. These general purpose financial statements are the responsibility of the township's management. My responsibility is to express an opinion on these general purpose financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statement are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Township of Bingham as of March 31, 2004, and the results of its operations for the year then ended in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund and account group financial statements and schedules listed in the table of contents are presented for the purposes of additional analysis and are not a required part of the general purpose financial statement of the Township of Bingham. The information has been subjected to the auditing procedures applied in the examination of the general purpose financial statements and, in my opinion, is fairly stated in all material respects in relations to the general purpose financial statements taken as a whole.


Certified Public Accountant

September 10, 2004

TOWNSHIP OF BINGHAM
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

March 31, 2004

With Comparative Totals for March 31, 2003

| | Governmental Fund Types | | |
|------------------------------------------|-------------------------|--------------------|---------------------|
| | General | Special Revenue | Capital Projects |
| <u>Assets</u> | | | |
| Cash in bank | \$ 349,317 | \$ 119,920 | \$ 99,692 |
| Receivables: | | | |
| Taxes | 4,250 | 4,370 | - |
| Special assessments - delinquent | 96 | - | - |
| Accounts | 1,400 | - | - |
| Interest | 400 | - | - |
| Due from other funds | 1,388 | - | - |
| Special assessments - deferred | - | - | - |
| Fixed assets - net of depreciation | - | - | - |
| <u>Total Assets</u> | <u>\$ 356,851</u> | <u>\$ 124,290</u> | <u>\$ 99,692</u> |
| <u>Liabilities</u> | | | |
| Overpaid taxes payable | \$ - | \$ - | \$ - |
| Due to other funds | - | - | - |
| Due to other governmental units | 443 | - | - |
| Due to pension plan | 1,449 | - | - |
| Deferred revenue | - | - | - |
| Contract payable | - | - | - |
| Special assessment bonds payable | - | - | - |
| <u>Total Liabilities</u> | <u>1,892</u> | <u>-</u> | <u>-</u> |
| <u>Fund Equity</u> | | | |
| Investment in general fixed assets | - | - | - |
| Retained Earnings: | | | |
| Reserved | - | - | - |
| Unreserved | - | - | - |
| Fund Balance: | | | |
| Reserved | - | 124,290 | 99,692 |
| Unreserved | 354,959 | - | - |
| <u>Total Fund Equity</u> | <u>354,959</u> | <u>124,290</u> | <u>99,692</u> |
| <u>Total Liabilities and Fund Equity</u> | <u>\$ 356,851</u> | <u>\$ 124,290</u> | <u>\$ 99,692</u> |

See accompanying notes to financial statements.

| Proprietary Fund Type | Fiduciary Fund Types | General | Totals | |
|--------------------------|-------------------------|-------------------|---------------------|---------------------|
| | Trust and | Fixed | (Memorandum Only) | |
| Sewer | Agency | Assets | 3/31/04 | 3/31/03 |
| \$ 505,343 | \$ 1,388 | \$ - | \$ 1,075,660 | \$ 1,244,712 |
| - | - | - | 8,620 | 9,503 |
| 26,180 | - | - | 26,276 | 15,738 |
| 2,235 | - | - | 3,635 | 650 |
| 29,149 | - | - | 29,549 | 21,120 |
| - | - | - | 1,388 | 1,051 |
| 2,139,177 | - | - | 2,139,177 | 2,484,405 |
| 3,943,897 | - | 107,829 | 4,051,726 | 3,973,633 |
| <u>\$ 6,645,981</u> | <u>\$ 1,388</u> | <u>\$ 107,829</u> | <u>\$ 7,336,031</u> | <u>\$ 7,750,812</u> |
| \$ - | \$ - | \$ - | \$ - | \$ 6,585 |
| - | 1,388 | - | 1,388 | 1,051 |
| - | - | - | 443 | 6,902 |
| - | - | - | 1,449 | - |
| 2,139,177 | - | - | 2,139,177 | 2,484,405 |
| 398,750 | - | - | 398,750 | 418,750 |
| 2,780,000 | - | - | 2,780,000 | 2,975,000 |
| 5,317,927 | 1,388 | - | 5,321,207 | 5,892,693 |
| - | - | 107,829 | 107,829 | 107,641 |
| 55,001 | - | - | 55,001 | 125,379 |
| 1,273,053 | - | - | 1,273,053 | 1,111,180 |
| - | - | - | 223,982 | 144,842 |
| - | - | - | 354,959 | 369,077 |
| <u>1,328,054</u> | <u>-</u> | <u>107,829</u> | <u>2,014,824</u> | <u>1,858,119</u> |
| <u>\$ 6,645,981</u> | <u>\$ 1,388</u> | <u>\$ 107,829</u> | <u>\$ 7,336,031</u> | <u>\$ 7,750,812</u> |

TOWNSHIP OF BINGHAM
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES

Year Ended March 31, 2004
 With Comparative Totals for March 31, 2003

| | General | Special Revenue | Capital Projects | Totals Memorandum Only 3/31/04 | 3/31/03 |
|------------------------------------------------------------------------------------------|-------------------|--------------------|---------------------|--------------------------------------|-------------------|
| <u>Revenues</u> | | | | | |
| Taxes | \$ 95,879 | \$ 103,817 | \$ - | \$ 199,696 | \$ 195,325 |
| Licenses and permits | 3,261 | - | - | 3,261 | 2,823 |
| State grants | 176,805 | - | - | 176,805 | 199,298 |
| Charges for services | 30,359 | - | - | 30,359 | 7,510 |
| Miscellaneous | 10,749 | 1,808 | 262 | 12,819 | 7,320 |
| Total Revenues | 317,053 | 105,625 | 262 | 422,940 | 412,276 |
| <u>Expenditures</u> | | | | | |
| Legislative | 11,129 | - | - | 11,129 | 10,814 |
| General government | 104,714 | - | - | 104,714 | 109,380 |
| Public safety | 118,610 | - | - | 118,610 | 111,290 |
| Public works | 16,819 | 87,727 | - | 104,546 | 112,198 |
| Health | 6,292 | - | - | 6,292 | 6,940 |
| Culture and recreation | 720 | - | - | 720 | 720 |
| Other functions | 4,615 | - | - | 4,615 | 3,389 |
| Capital outlay | 2,054 | - | - | 2,054 | - |
| Total Expenditures | 264,953 | 87,727 | - | 352,680 | 354,731 |
| Excess of Revenues over Expenditures | 52,100 | 17,898 | 262 | 70,260 | 57,545 |
| <u>Other Financing Sources (Uses)</u> | | | | | |
| Transfers from (to) Other Funds | (66,218) | 1,218 | 60,000 | (5,000) | (5,000) |
| Excess (Deficiency) of Revenues and Other Sources over Expenditures and Other Uses | (14,118) | 19,116 | 60,262 | 65,260 | 52,545 |
| Fund Balances, April 1 | 369,077 | 105,412 | 39,430 | 513,919 | 461,757 |
| Adjustments to Beginning Balance | - | (238) | - | (238) | (383) |
| <u>Fund Balances, March 31</u> | <u>\$ 354,959</u> | <u>\$ 124,290</u> | <u>\$ 99,692</u> | <u>\$ 578,941</u> | <u>\$ 513,919</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES

Year Ended March 31, 2004

| | General Fund | | |
|---------------------------------------------------------------------|--------------|-------------------|-----------------------------------------|
| | Budget | Actual | Variance- Favorable (Unfavorable) |
| <u>Revenues</u> | | | |
| Taxes | \$ 86,000 | \$ 95,879 | \$ 9,879 |
| Licenses | - | 3,261 | 3,261 |
| State grants | 180,000 | 176,805 | (3,195) |
| Charges for services | 10,000 | 30,359 | 20,359 |
| Miscellaneous | 9,000 | 10,749 | 1,749 |
| Total Revenues | 285,000 | 317,053 | 32,053 |
| <u>Expenditures</u> | | | |
| Legislative | 27,500 | 11,129 | 16,371 |
| General government | 201,051 | 104,714 | 96,337 |
| Public safety | 183,200 | 118,610 | 64,590 |
| Public works | 133,000 | 16,819 | 116,181 |
| Health | 10,000 | 6,292 | 3,708 |
| Culture and recreation | 1,000 | 720 | 280 |
| Other functions | 7,500 | 4,615 | 2,885 |
| Capital outlay | 20,000 | 2,054 | 17,946 |
| Total Expenditures | 583,251 | 264,953 | 318,298 |
| Excess (Deficiency) of Revenues over Expenditures | (298,251) | 52,100 | 350,351 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Transfers from (to) other funds | (65,000) | (66,218) | (1,218) |
| Excess (Deficiency) of Revenues over Expenditures and Other Uses | (363,251) | (14,118) | 349,133 |
| Fund Balance, April 1 | 363,251 | 369,077 | 5,826 |
| Adjustments to Beginning Balances | - | - | - |
| <u>Fund Balance, March 31</u> | <u>\$ -</u> | <u>\$ 354,959</u> | <u>\$ 354,959</u> |

See accompanying notes to financial statements.

| Special Revenue Fund | | | Capital Projects Fund | | |
|----------------------|------------|-----------------------------------------|-----------------------|-----------|-----------------------------------------|
| Budget | Actual | Variance- Favorable (Unfavorable) | Budget | Actual | Variance- Favorable (Unfavorable) |
| \$ 93,000 | \$ 103,817 | \$ 10,817 | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 1,808 | 1,808 | 100 | 262 | 162 |
| 93,000 | 105,625 | 12,625 | 100 | 262 | 162 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 193,534 | 87,727 | 105,807 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 99,530 | - | 99,530 |
| 193,534 | 87,727 | 105,807 | 99,530 | - | 99,530 |
| (100,534) | 17,898 | 118,432 | (99,430) - | 262 | 99,692 |
| - | 1,218 | 1,218 | 60,000 | 60,000 | - |
| (100,534) | 19,116 | 119,650 | (39,430) | 60,262 | 99,692 |
| 100,534 | 105,412 | 4,878 | 39,430 | 39,430 | - |
| - | (238) | (238) | - | - | - |
| \$ - | \$ 124,290 | \$ 124,290 | \$ - | \$ 99,692 | \$ 99,692 |

TOWNSHIP OF BINGHAM
SEWER FUND

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS

Years Ended March 31, 2004 and 2003

| | <u>3/31/04</u> | <u>3/31/03</u> |
|--------------------------------------------|---------------------|---------------------|
| <u>Operating Revenues</u> | | |
| Charges for services - fees | \$ 63,197 | \$ 45,005 |
| Sewer assessments | 345,228 | 230,463 |
| Total Operating Revenues | 408,425 | 275,468 |
| <u>Operating Expenses</u> | | |
| Operating supplies | 6,991 | - |
| Lagoon operator service | 31,926 | 23,278 |
| Legal, accounting and engineering | 203,405 | 18,895 |
| Telephone | 2,112 | 2,086 |
| Printing and publishing | 927 | - |
| Utilities | 3,852 | 5,536 |
| Repairs and maintenance | 4,085 | 4,400 |
| Depreciation | 76,577 | 73,487 |
| Miscellaneous | 195 | 2,817 |
| Total Operating Expenses | 330,070 | 130,499 |
| Operating Income (Loss) | 78,355 | 144,969 |
| <u>Non-operating Revenues (Expenses)</u> | | |
| Interest earned on investments | 4,475 | 8,960 |
| Interest on special assessments | 140,098 | 154,626 |
| Miscellaneous income | 20,002 | 1,373 |
| Contribution from general fund | 5,000 | 5,000 |
| Interest charges on debt | (155,385) | (180,964) |
| Fiscal agent fees | (1,050) | (650) |
| Total Non-operating Revenues (Expenses) | 13,140 | (11,655) |
| Net Income (Loss) | 91,495 | 133,314 |
| Retained Earnings, April 1 | 1,236,559 | 1,103,245 |
| <u>Retained Earnings, March 31</u> | <u>\$ 1,328,054</u> | <u>\$ 1,236,559</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
SEWER FUND
STATEMENT OF CASH FLOWS

Years Ended March 31, 2004 and 2003

| | <u>3/31/04</u> | <u>3/31/03</u> |
|-------------------------------------------------------------------------------------|-------------------|-------------------|
| <u>Operating Activities</u> | | |
| Net income (loss) | \$ 91,495 | \$ 133,314 |
| Adjustments to reconcile net income to cash provided by operating activities: | | |
| Depreciation | 76,577 | 73,487 |
| Changes in receivables and payables: | | |
| Usage fees receivable | (2,235) | - |
| Assessments receivable | (10,475) | 1,417 |
| Interest receivable | (8,211) | 2,984 |
| Net Cash Provided by (Used in) Operating Activities | 147,151 | 211,202 |
| <u>Investing Activities</u> | | |
| Investments (increased) decreased | 452,131 | 290,631 |
| Expansion of sewer system | (154,482) | (58,114) |
| Net Cash Provided by (Used in) Investing Activities | 297,649 | 232,517 |
| <u>Financing Activities</u> | | |
| Increase (reduction) of bonds and contracts payable | (215,000) | (214,000) |
| Net Increase (Decrease) in Cash | 229,800 | 229,719 |
| Cash at Beginning of Year | 275,543 | 45,824 |
| <u>Cash at End of Year</u> | <u>\$ 505,343</u> | <u>\$ 275,543</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

In accordance with generally accepted accounting principles and governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity," these financial statements present the Township of Bingham and its component units. The criteria established by the GASB for determining the reporting entity includes oversight responsibility, fiscal dependency, and whether the financial statements would be misleading if data were not included.

Basis of Presentation

The accounts of the government are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements. Account groups are a reporting device to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The financial activities of the Township of Bingham are recorded in separate funds and account groups, categorized as follows.

GOVERNMENTAL FUNDS

General Fund

This fund is used to account for all financial resources except those provided for in another fund. Revenues are primarily derived from property taxes, State and Federal aid, and charges for services to provide for the administration and operation of: (1) general governmental departments, boards and commissions; (2) law enforcement; and (3) health, welfare and medical assistance. The fund includes the general operating expenditures of the local unit.

Special Revenue Funds

These funds are used to account for specific revenue (other than expendable trusts or major capital projects) derived from State and Federal grants, General Fund appropriations and charges for services which are to be expended for specific purposes as dictated by legal, regulatory or administrative requirements.

Capital Projects Funds

These funds are used to account for the acquisition or construction of major facilities other than those financed by proprietary fund operations.

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

GOVERNMENTAL FUNDS (cont'd)

Proprietary Funds

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

FIDUCIARY FUNDS

Trust and Agency Funds

These funds account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include: (a) Expendable Trust Funds; (b) Nonexpendable Trust Funds (c) Pension Trust Fund; and (d) Agency Funds.

ACCOUNT GROUPS

General Fixed Assets Account Group

This Account Group presents the fixed assets of the local unit utilized in its general operations (non-proprietary fixed assets).

Fixed assets used in the general operation of the Township are recorded as expenditures when purchased and are accounted for in the General Fixed Assets Account Group. No depreciation is recorded for these general fixed assets. Infrastructure assets, including roads, bridges, drains, curbs, and gutters are not capitalized.

CASH, CASH EQUIVALENTS, AND INVESTMENTS

For the purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

Investments are stated at cost.

BASIS OF ACCOUNTING

The modified accrual basis of accounting is used by all Governmental Funds, Agency Funds and Expendable Trust Funds. Revenue and other sources are recognized in the accounting period in which they become susceptible to accrual—that is when they become both measurable and available to finance expenditures of the fiscal period. Expenditures are recognized when the related liability is incurred. Modifications from the accrual basis are as follows:

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

BASIS OF ACCOUNTING(cont'd)

- a. Property tax revenue is recognized in accordance with MCGAA Statement 3:

Properties are assessed and lienied as of December 31 and their related property taxes are billed on December 1, of the following year. These taxes are due on February 14 with the final collections' date of February 28 before they are added to the county delinquent tax rolls.

- b. Payments for inventorable types of supplies are recorded as expenditures at the time of purchase.
- c. Normally, expenditures are not divided between years by the recording of prepaid expenses.

Budgets and Budgetary Accounting:

The Township follows these procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to December 1, the Supervisor submits to the board a proposed operating budget for the fiscal year commencing the following April 1. The operating budget includes proposed expenditures and the means of financing them. The budgets are adopted to the activity level.
2. Public hearings are conducted at the Township hall to obtain taxpayer comments.
3. Prior to February 1, the budget is legally enacted through passage of a resolution.
4. Budgets for the governmental fund types and the expendable trust funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).
5. Budgeted amounts are as originally adopted, or as amended by the Township Board.

Comparative Data:

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations.

BASIS OF ACCOUNTING

Investments:

Investments are sated at cost.

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

BASIS OF ACCOUNTING(cont'd)

Property Tax and Delinquent Taxes Receivable

Taxes are levied for the township on December 1. The Township bills and collects its own property taxes. Property taxes not paid to the Township treasurer by the final due date in March are turned over to the County treasurer. The County purchases the delinquent taxes of the Township and normally remits the taxes to the Township the following year. The taxes paid by the county are included as revenue on the Township's books at the preceding March 31 date.

The 2003 taxable value of the Township totaled \$71,355,405 on which ad valorem taxes levied consisted of 0.9379 mills for operating purposes, and 1.4455 mills for roads and bridges. These amounts are recognized in the general fund and in the road and bridges fund.

Delinquent Taxes Receivable

| | <u>Roads & Bridges Tax</u> | <u>Operating Taxes</u> | <u>PTAF</u> | <u>Total</u> |
|----------------------------------------------|------------------------------------|----------------------------|-----------------|-----------------|
| 2003 Tax Levy | \$103,817 | \$67,359 | \$24,027 | \$195,203 |
| 2003 Taxes Collected | <u>99,447</u> | <u>64,524</u> | <u>22,612</u> | <u>186,583</u> |
| 2003 Taxes Uncollected | 4,370 | 2,835 | 1,415 | 8,620 |
| Delinquent Taxes Receivable, April 1 | 4,878 | 3,165 | 1,460 | 9,503 |
| Delinquent Taxes Collected or written off | <u>4,878</u> | <u>3,165</u> | <u>1,460</u> | <u>9,503</u> |
| Delinquent Taxes Receivable, March 31 | <u>\$ 4,370</u> | <u>\$ 2,835</u> | <u>\$ 1,415</u> | <u>\$ 8,620</u> |
| <u>Summary by Year of Levy, 2003</u> | <u>\$ 4,370</u> | <u>\$ 2,835</u> | <u>\$ 1,415</u> | <u>\$ 8,620</u> |

Total Columns on Combined Statements - Overview:

Total Columns on the Combined Statements - Overview is captioned Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

BALANCE SHEET – CASH AND INVESTMENTS

Deposits are carried at cost. Deposits are in two financial institutions in the name of Bingham Township Treasurer. Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of federally insured banks, credit unions, and savings and loan associations. Investments can also be made in bonds, securities and other obligations of the United States, or an agency or instrumentality of the United States, which are guaranteed as to principal and interest by the United States, including securities issued by the government national Mortgage Association; United States governmental or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks, commercial paper rated within the three highest classifications by not less than two standard rating services which mature not more than 270 days after the date of purchase and which involve no more than 50 percent of any one fund. Michigan law prohibits security in the form of collateral, surety bonds, or other forms for the deposit of public money. Attorney General's Opinion No. 6168 states that public funds may not be deposited in financial institutions located in states other than Michigan. The Township's deposits are in accordance with statutory authority.

The Governmental Accounting Standards Board (GASB) Statement No. 3 risk disclosure for deposits at year end are as follows:

Deposits

| | |
|----------------|--------------------|
| Insured (FDIC) | \$ 110,937 |
| Uninsured | <u>964,723</u> |
| Total Deposits | <u>\$1,075,660</u> |

At year end, the balance sheet carrying amount of deposits was \$1,075,660.

FIXED ASSETS

Changes in Fixed Assets:

| <u>Changes in General Fixed Assets</u> | <u>Balance</u> <u>4/1/03</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance</u> <u>3/31/04</u> |
|----------------------------------------|---------------------------------|------------------|------------------|----------------------------------|
| Land | \$ 3,200 | \$ - | \$ - | \$ 3,200 |
| Buildings and improvements | 78,935 | - | - | 78,935 |
| Machinery and equipment | 10,166 | - | - | 10,166 |
| Office equipment and furniture | <u>15,340</u> | <u>188</u> | <u>-</u> | <u>15,528</u> |
| Totals | <u>\$107,641</u> | <u>\$ 188</u> | <u>\$ -</u> | <u>\$107,829</u> |

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

Interfund Receivables and Payables

Interfund receivables and payables as of March 31, 2004 are as follows:

| | <u>Receivables</u> | <u>Payables</u> | |
|-----------------------------------------|--------------------|--------------------|------------------|
| General | \$ 1,388 | \$ - | |
| Current Tax Collection | <u>-</u> | <u>1,388</u> | |
| | <u>\$ 1,388</u> | <u>\$ 1,388</u> | |
| <u>Sewer Fund Long-Term Debt</u> | | | |
| | <u>Due</u> | | <u>Annual</u> |
| <u>Sewer Fund Revenue Bonds</u> | <u>Date</u> | <u>Amount</u> | <u>Interest</u> |
| | | | <u>Payable</u> |
| The Township's share of Clinton | 10/1/04 | \$20,000 | \$ 2,950 |
| County Sanitary Sewer Disposal | 10/1/05 | 20,000 | 4,440 |
| System Bonds, Series II is dated in | 10/1/06 | 20,000 | 2,960 |
| 1988 with interest payable on April | 10/1/07 | <u>20,000</u> | <u>1,480</u> |
| 1 and October 1 of each year. | | | |
| | Total | <u>\$80,000</u> | <u>\$11,830</u> |
| | | | |
| The Township's share of Clinton | 5/1/04 | \$ 155,000 | \$ 115,991 |
| County Sanitary Sewer Project Bonds- | 5/1/05 | 155,000 | 109,404 |
| Bingham Township, Series 1999, with | 5/1/06 | 155,000 | 102,623 |
| interest payable on May 1 and | 5/1/07 | 155,000 | 95,648 |
| November 1 of each year. Interest rates | 5/1/08 | 160,000 | 88,560 |
| vary. | 5/1/09 | 160,000 | 81,360 |
| | 5/1/10 | 160,000 | 74,080 |
| | 5/1/11 | 160,000 | 66,640 |
| | Thereafter | <u>1,280,000</u> | <u>253,960</u> |
| | Total | <u>\$2,540,000</u> | <u>\$988,266</u> |

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

Sewer Fund Long-Term Debt (cont'd)

| <u>Sewer Fund Revenue Bonds</u> | <u>Due Date</u> | <u>Amount</u> | <u>Annual Interest Payable</u> |
|---------------------------------------------------------------------------------------------------------------------------------------------|---------------------|------------------|----------------------------------------|
| The Township's share of Clinton System Bonds - Bingham Township, Series 1990, with interest payable on April 1, and October 1 of each year. | 10/1/04 | \$ 25,000 | \$ 2,950 |
| | 10/1/05 | 20,000 | 2,500 |
| | 10/1/06 | 25,000 | 2,050 |
| | 10/1/07 | 20,000 | 1,600 |
| | 10/1/08 | 25,000 | 1,150 |
| | 10/1/09 | 25,000 | 650 |
| | 10/1/10 | <u>20,000</u> | <u>200</u> |
| | Total | <u>\$160,000</u> | <u>\$11,100</u> |

| <u>Sewer Fund Contract Payable</u> | <u>Due Date</u> | <u>Amount</u> |
|----------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-----------------|
| The Township owes for land purchased which included a sewer lagoon. There is no interest on outstanding balance. This is a 10 year contract. | 12/6/04 | \$10,000 |
| | 12/6/05 | 10,000 |
| | 12/6/06 | 10,000 |
| | 12/6/07 | 10,000 |
| | 12/6/08 | 20,000 |
| | 12/6/09 | <u>20,000</u> |
| Total | | <u>\$80,000</u> |

Sewer Fund Contract Payable

The Township owes for additional land for sewer lagoon property. Interest will accrue at 7% effective August 1, 2001. Each such principal payment shall be in an amount equal to \$1,000 times the number of residential equivalent tap-in fees collected from new township customers in the previous three (3) months, other than customers in the Existing Mobile Home Park, connecting to the Township's sanitary sewage treatment system which system has its sewage treated at the lagoon located on the Property. Notwithstanding the above, any outstanding principal balance under this Agreement that has not been paid shall be due upon the earlier to occur of (I) the date which is ten(10) years after the commencement date, or (II) the completion date for the Mechanical Treatment Plant.

TOWNSHIP OF BINGHAM
NOTES TO FINANCIAL STATEMENTS

March 31, 2004

Sewer Fund Contract Payable (cont'd)

Balance due 3/31/04 \$318,750 Principal and \$-0- accrued interest.

EMPLOYEES' RETIREMENT SYSTEM - DEFINED CONTRIBUTION

Plan Description

The Township has a defined contribution pension plan covering all elected officials who choose to belong to the plan. This benefit is an insurance-type plan administered by Aetna Life Insurance co. under the provisions of Section 401(a) of the Internal Revenue Code.

A defined contribution pension plan provides pension benefits in return for services rendered, provides an individual account for each participant, and specifies how contributions to the individual's account are to be determined instead of specifying the amount of benefits the individual is to receive. Under a defined contribution pension plan, the benefits a participant will receive depend solely on the amount contributed to the participant's account, the returns earned on the investments of those contributions, and forfeitures of other participants' benefits that may be allocated to such participant's account. The plan requires the employer to contribute 3.75 percent of the participating employee's gross wages, with immediate vesting, and employees have 3.75% withheld from wages.

During the year, the Township's required and actual contributions amounted to \$2,713 which was 3.75 percent of its current year-covered payroll. The plan is funded through Aetna Life Insurance Company.

TOWNSHIP OF BINGHAM
GENERAL FUND

BALANCE SHEET

March 31, 2004 and 2003

| | <u>3/31/04</u> | <u>3/31/03</u> |
|-------------------------------------------|----------------------|----------------------|
| <u>Assets</u> | | |
| Cash in bank - checking | \$ 843.54 | \$ 1,130.64 |
| Cash in bank - savings | 340,063.97 | 94,211.92 |
| Cash in bank - trust | 8,409.59 | 267,908.47 |
| Delinquent taxes receivable | 4,250.13 | 4,625.13 |
| Accounts receivable | 1,400.00 | 650.00 |
| Delinquent assessments receivable | 96.54 | 32.18 |
| Interest receivable | 399.57 | 181.52 |
| Due from tax fund | 1,387.71 | 1,051.40 |
| <u>Total Assets</u> | <u>\$ 356,851.05</u> | <u>\$ 369,791.26</u> |
| <u>Liabilities</u> | | |
| Due to federal government | \$ 443.46 | \$ 714.68 |
| Due to deferred compensation plan | 1,448.92 | - |
| <u>Total Liabilities</u> | 1,892.38 | 714.68 |
| <u>Fund Balance</u> | | |
| Unreserved | 354,958.67 | 369,076.58 |
| <u>Total Fund Balance</u> | <u>354,958.67</u> | <u>369,076.58</u> |
| <u>Total Liabilities and Fund Balance</u> | <u>\$ 356,851.05</u> | <u>\$ 369,791.26</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With Comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- Favorable (Unfavorable) | 3/31/03 Actual |
|----------------------------------|---------------|---------------|-----------------------------------------|-------------------|
| | Budget | Actual | | |
| <u>Revenues</u> | | | | |
| Taxes: | | | | |
| Current property taxes | | \$ 67,358.53 | | \$ 64,343.89 |
| Other taxes - P.A. 425 | | 2,285.20 | | 6,368.12 |
| Property tax administration fees | | 24,026.94 | | 24,333.00 |
| Trailer fees | | 1,052.00 | | 1,115.50 |
| Interest and penalties on taxes | | 1,156.25 | | - |
| Total Taxes | \$ 86,000.00 | 95,878.92 | \$ 9,878.92 | 96,160.51 |
| Licenses and permits: | | | | |
| Cable TV franchise fees | - | 3,261.29 | 3,261.29 | 2,823.02 |
| State grants: | | | | |
| State revenue sharing | | 176,558.00 | | 199,051.00 |
| Liquor license fees | | 247.50 | | 247.50 |
| Total State Grants | 180,000.00 | 176,805.50 | (3,194.50) | 199,298.50 |
| Charges for services: | | | | |
| Collection fees | | 3,372.50 | | - |
| Fire runs | | 24,936.61 | | 6,550.00 |
| Landsplit fees | | 2,050.00 | | 940.00 |
| Sales - other | | - | | 20.00 |
| Total Charges for Services | 10,000.00 | 30,359.11 | 20,359.11 | 7,510.00 |
| Miscellaneous: | | | | |
| Interest earned | | 2,558.87 | | 3,748.03 |
| Assessments-street lighting | | 5,414.99 | | 1,609.00 |
| Reimbursements | | 1,299.04 | | 1,278.94 |
| Miscellaneous | | 1,475.65 | | - |
| Total Miscellaneous | 9,000.00 | 10,748.55 | 1,748.55 | 6,635.97 |
| Total Revenues | \$ 285,000.00 | \$ 317,053.37 | \$ 32,053.37 | \$ 312,428.00 |

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With Comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- Favorable (Unfavorable) | 3/31/03 Actual |
|-------------------------|-----------------|-----------------|-----------------------------------------|-------------------|
| | Budget | Actual | | |
| <u>Expenditures</u> | | | | |
| Township board: | | | | |
| Salaries | | \$ 3,300.00 | | \$ 4,050.00 |
| Contracted services | | 3,830.00 | | 3,770.00 |
| Printing and publishing | | 822.97 | | 446.65 |
| Dues and conventions | | <u>3,175.71</u> | | <u>2,546.95</u> |
| Total Township Board | \$ 27,500.00 | 11,128.68 | \$ 16,371.32 | 10,813.60 |
| Supervisor: | | | | |
| Salaries | | 13,075.00 | | 13,075.00 |
| Transportation | | <u>1,575.00</u> | | <u>1,575.00</u> |
| Total Supervisor | 14,650.00 | 14,650.00 | - | 14,650.00 |
| Administration: | | | | |
| Salary - administrator | | 19,000.00 | | 19,000.00 |
| Salary - assistant | | <u>3,000.00</u> | | <u>3,000.00</u> |
| Total Administration | 22,000.00 | 22,000.00 | - | 22,000.00 |
| Elections: | | | | |
| Salaries | | - | | 1,599.75 |
| Contracted services | | - | | 668.89 |
| Printing and publishing | | <u>-</u> | | <u>509.27</u> |
| Total Elections | <u>4,000.00</u> | <u>-</u> | <u>4,000.00</u> | <u>2,777.91</u> |
| <u>Forward</u> | \$ 68,150.00 | \$ 47,778.68 | \$ 20,371.32 | \$ 50,241.51 |

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With Comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- Favorable (Unfavorable) | 3/31/03 Actual |
|------------------------------|---------------|---------------|-----------------------------------------|-------------------|
| | Budget | Actual | | |
| <u>Forwarded</u> | \$ 68,150.00 | \$ 47,778.68 | \$ 20,371.32 | \$ 50,241.51 |
| <u>Expenditures (cont'd)</u> | | | | |
| Assessor: | | | | |
| Salaries | | 11,487.00 | | 11,487.00 |
| Supplies | | 834.11 | | 625.00 |
| Tax roll preparation | | 2,339.33 | | 2,136.73 |
| Transportation | | 1,575.00 | | 1,575.00 |
| Total Assessor | 18,562.00 | 16,235.44 | 2,326.56 | 15,823.73 |
| Attorney: | | | | |
| Professional services | 30,000.00 | 7,443.50 | 22,556.50 | 791.00 |
| Clerk: | | | | |
| Salaries | | 12,933.75 | | 12,432.00 |
| Contracted clerical | | 450.00 | | 8,915.00 |
| Supplies | | 282.34 | | 1,382.12 |
| Transportation | | 1,050.00 | | 1,050.00 |
| Total Clerk | 30,651.00 | 14,716.09 | 15,934.91 | 23,779.12 |
| Board of review: | | | | |
| Salaries | | 700.00 | | 600.00 |
| Supplies | | 44.01 | | 31.41 |
| Total Board of Review | 1,000.00 | 744.01 | 255.99 | 631.41 |
| Treasurer: | | | | |
| Salaries | | 12,851.00 | | 12,101.00 |
| Supplies | | 1,208.89 | | 1,173.86 |
| Transportation | | 675.00 | | 525.00 |
| Miscellaneous | | 100.00 | | - |
| Total Treasurer | 30,326.00 | 14,834.89 | 15,491.11 | 13,799.86 |
| <u>Forward</u> | \$ 178,689.00 | \$ 101,752.61 | \$ 76,936.39 | \$ 105,066.63 |

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- | 3/31/03 |
|------------------------------|---------------|---------------|----------------------------|---------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| <u>Forwarded</u> | \$ 178,689.00 | \$ 101,752.61 | \$ 76,936.39 | \$ 105,066.63 |
| <u>Expenditures</u> (cont'd) | | | | |
| Hall and grounds: | | | | |
| Telephone | | 1,509.22 | | 1,515.21 |
| Insurance | | 7,688.00 | | 7,479.00 |
| Utilities and fuel oil | | 3,129.45 | | 2,892.54 |
| Repairs and maintenance | | 1,313.47 | | 1,596.60 |
| Total Hall and Grounds | 30,800.00 | 13,640.14 | 17,159.86 | 13,483.35 |
| Other general government: | | | | |
| Miscellaneous | 19,062.03 | 450.19 | 18,611.84 | 1,644.09 |
| Police: | | | | |
| Salary-Liquor inspector | | 400.00 | | 400.00 |
| Donation - metro squad | | 800.00 | | 600.00 |
| Total Police | 1,200.00 | 1,200.00 | - | 1,000.00 |
| Fire: | | | | |
| Contracted services | 102,000.00 | 112,410.42 | (10,410.42) | 105,841.72 |
| Planning: | | | | |
| Contracted services | 80,000.00 | 5,000.00 | 75,000.00 | 4,448.18 |
| <u>Forward</u> | \$ 411,751.03 | \$ 234,453.36 | \$ 177,297.67 | \$ 231,483.97 |

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- Favorable (Unfavorable) | 3/31/03 Actual |
|------------------------------|---------------|---------------|-----------------------------------------|-------------------|
| | Budget | Actual | | |
| <u>Forwarded</u> | \$ 411,751.03 | \$ 234,453.36 | \$ 177,297.67 | \$ 231,483.97 |
| <u>Expenditures (cont'd)</u> | | | | |
| Drain at large: | | | | |
| County drain tax | 30,000.00 | 11,422.46 | 18,577.54 | 16,318.38 |
| Highways and streets: | | | | |
| Contracted services | | - | | - |
| Street lighting | | 2,850.74 | | 1,612.01 |
| Total Highways and Streets | 100,000.00 | 2,850.74 | 97,149.26 | 1,612.01 |
| Public works: | | | | |
| Recycling services | 3,000.00 | 2,546.00 | 454.00 | 2,546.00 |
| Ambulance: | | | | |
| Contracted services | 10,000.00 | 6,292.50 | 3,707.50 | 6,940.00 |
| Library: | | | | |
| Board - salaries | 1,000.00 | 720.00 | 280.00 | 720.00 |
| Employee benefits: | | | | |
| Social security and medicare | | 576.44 | | 874.49 |
| Pension benefits | | 4,038.13 | | 2,514.13 |
| Total Employee Benefits | 7,500.00 | 4,614.57 | 2,885.43 | 3,388.62 |
| Capital outlay: | | | | |
| Hall and grounds | 20,000.00 | 2,053.61 | 17,946.39 | - |
| Total Expenditures (Forward) | \$ 583,251.03 | \$ 264,953.24 | \$ 318,297.79 | \$ 263,008.98 |

TOWNSHIP OF BINGHAM
GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- | 3/31/03 |
|---------------------------------------------------------------------|---------------|----------------------|----------------------------|----------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| Total Expenditures (Forwarded) | \$ 583,251.03 | \$ 264,953.24 | \$ 318,297.79 | \$ 263,008.98 |
| Excess (Deficiency) of Revenues over Expenditures | (298,251.03) | 52,100.13 | 350,351.16 | 49,419.02 |
| <u>Other Financing Uses</u> | | | | |
| Transfer to Road Fund | | 1,218.04 | | - |
| Transfer to Sewer Fund | | 5,000.00 | | 5,000.00 |
| Transfer to Building Fund | | 60,000.00 | | 30,000.00 |
| Total Other Financing Uses | 65,000.00 | 66,218.04 | (1,218.04) | 35,000.00 |
| Excess (Deficiency) of Revenues over Expenditures and Other Uses | (363,251.03) | (14,117.91) | 349,133.12 | 14,419.02 |
| Fund Balance, April 1 | 363,251.03 | 369,076.58 | 5,825.55 | 354,657.56 |
| <u>Fund Balance, March 31</u> | <u>\$ -</u> | <u>\$ 354,958.67</u> | <u>\$ 354,958.67</u> | <u>\$ 369,076.58</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
ROAD AND BRIDGES FUND

BALANCE SHEET

March 31, 2004 and 2003

| | <u>3/31/04</u> | <u>3/31/03</u> |
|--------------------------------|----------------------|----------------------|
| <u>Assets</u> | | |
| Cash in bank - savings | \$ 119,920.23 | \$ 100,533.93 |
| Delinquent taxes receivable | <u>4,369.62</u> | <u>4,877.69</u> |
| <u>Total Assets</u> | <u>\$ 124,289.85</u> | <u>\$ 105,411.62</u> |
| <u>Fund Balance - Reserved</u> | <u>\$ 124,289.85</u> | <u>\$ 105,411.62</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
ROAD AND BRIDGES FUND

STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With Comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance- Favorable (Unfavorable) | 3/31/03 Actual |
|------------------------------------------------------------------|--------------|----------------------|-----------------------------------------|----------------------|
| | Budget | Actual | | |
| <u>Revenues</u> | | | | |
| Taxes: | | | | |
| Current property taxes | \$ 93,000.00 | \$ 103,817.34 | \$ 10,817.34 | \$ 99,163.57 |
| Miscellaneous: | | | | |
| Interest earned | | 595.33 | | 569.38 |
| Reimbursements | | 1,212.50 | | - |
| Total Miscellaneous | - | 1,807.83 | - | 569.38 |
| <u>Total Revenues</u> | 93,000.00 | 105,625.17 | 10,817.34 | 99,732.95 |
| <u>Expenditures</u> | | | | |
| Highways and streets | | | | |
| Contracted services | 193,533.93 | 87,727.47 | 105,806.46 | 91,722.21 |
| Excess (Deficiency) of Revenues over Expenditures | (100,533.93) | 17,897.70 | 116,623.80 | 8,010.74 |
| <u>Other Sources (Uses)</u> | | | | |
| Transfer from (to) General Fund | - | 1,218.04 | 1,218.04 | - |
| Excess (Deficiency) of Revenues and Sources over Expenditures | (100,533.93) | 19,115.74 | 117,841.84 | 8,010.74 |
| Fund Balance, April 1 | 100,533.93 | 105,411.62 | 4,877.69 | 97,400.88 |
| Adjustment to Beginning Balance | - | (237.51) | (237.51) | - |
| <u>Fund Balance, March 31</u> | <u>\$ -</u> | <u>\$ 124,289.85</u> | <u>\$ 122,482.02</u> | <u>\$ 105,411.62</u> |
| See accompanying notes to financial statements. | | | | |

TOWNSHIP OF BINGHAM
BUILDING FUND

BALANCE SHEET

March 31, 2004 and 2003

| | <u>3/31/04</u> | <u>3/31/03</u> |
|--------------------------------|---------------------|---------------------|
| <u>Assets</u> | | |
| Cash in bank - savings | \$ 99,691.74 | \$ 39,429.92 |
| Interest receivable | - | - |
| <u>Total Assets</u> | <u>\$ 99,691.74</u> | <u>\$ 39,429.92</u> |
| <u>Fund Balance - Reserved</u> | <u>\$ 99,691.74</u> | <u>\$ 39,429.92</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
BUILDING FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL

Year Ended March 31, 2004
With Comparative Totals for Year Ended March 31, 2003

| | 3/31/04 | | Variance - | 3/31/03 |
|------------------------------------------------------------------|-------------|---------------------|----------------------------|---------------------|
| | Budget | Actual | Favorable (Unfavorable) | Actual |
| <u>Revenues</u> | | | | |
| Interest earned | \$ 100.00 | \$ 261.82 | \$ 161.82 | \$ 115.15 |
| <u>Expenditures</u> | | | | |
| Capital Outlay: | | | | |
| Buildings | 99,529.92 | - | 99,529.92 | - |
| Excess (Deficiency) of Revenues over Expenditures | (99,429.92) | 261.82 | 99,691.74 | 115.15 |
| <u>Other Sources (Uses)</u> | | | | |
| Transfer from (to) General Fund | 60,000.00 | 60,000.00 | - | 30,000.00 |
| Excess (Deficiency) of Revenues and Sources over Expenditures | (39,429.92) | 60,261.82 | 99,691.74 | 30,115.15 |
| Fund Balance, January 1 | 39,429.92 | 39,429.92 | - | 9,697.67 |
| Adjustment to Beginning Balance | - | | | (382.90) |
| <u>Fund Balance, December 31</u> | <u>\$ -</u> | <u>\$ 99,691.74</u> | <u>\$ 99,691.74</u> | <u>\$ 39,429.92</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
SEWER FUND

BALANCE SHEET

March 31, 2004 and 2003

| <u>Assets</u> | <u>3/31/04</u> | <u>3/31/03</u> |
|------------------------------------------|------------------------|------------------------|
| Current assets: | | |
| Cash in bank | \$ 505,342.95 | \$ 275,542.86 |
| Receivables: | | |
| Usage fees | 2,235.40 | - |
| Delinquent assessments | 26,180.41 | 15,705.69 |
| Interest on delinquent assessments | 28,820.99 | 20,508.61 |
| Interest on investments | 327.49 | 429.08 |
| Total Current Assets | 562,907.24 | 312,186.24 |
| Restricted assets: | | |
| Cash in bank - investments | - | 299,164.89 |
| Cash at county DPW | - | 152,965.92 |
| Deferred special assessments | 2,139,176.66 | 2,484,404.70 |
| Total Restricted Assets | 2,139,176.66 | 2,936,535.51 |
| Property, plant and equipment: | | |
| Sewer system | 4,290,780.00 | 4,136,297.95 |
| Less accumulated depreciation | 346,883.00 | 270,306.00 |
| Net Property, Plant and Equipment | 3,943,897.00 | 3,865,991.95 |
| <u>Total Assets</u> | <u>\$ 6,645,980.90</u> | <u>\$ 7,114,713.70</u> |
| <u>Liabilities</u> | | |
| Current Liabilities: | | |
| Bonds and contracts payable - current | \$ 220,000.00 | \$ 210,000.00 |
| Other Liabilities: | | |
| Deferred revenue | 2,139,176.66 | 2,484,404.70 |
| Bonds payable - long term | 2,580,000.00 | 2,780,000.00 |
| Land contract payable | 378,750.00 | 403,750.00 |
| Total Liabilities | 5,317,926.66 | 5,878,154.70 |
| <u>Fund Equity</u> | | |
| Retained earnings: | | |
| Reserved for debt | 55,001.40 | 125,379.19 |
| Unreserved | 1,273,052.84 | 1,111,179.81 |
| Total Fund Equity | 1,328,054.24 | 1,236,559.00 |
| <u>Total Liabilities and Fund Equity</u> | <u>\$ 6,645,980.90</u> | <u>\$ 7,114,713.70</u> |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
CURRENT TAX COLLECTION FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

Year Ended March 31, 2004

| | Balance 4/1/03 | Additions | Deductions | Balance 3/31/04 |
|--------------------------|-------------------|----------------|----------------|--------------------|
| <u>Assets</u> | | | | |
| Cash | \$ 13,823.94 | \$2,293,744.25 | \$2,306,180.48 | \$ 1,387.71 |
| <u>Liabilities</u> | | | | |
| Due to state | \$ - | \$ 366,756.15 | \$ 366,756.15 | \$ - |
| Due to county | 1,794.84 | 428,160.02 | 429,954.86 | - |
| Due to schools | 4,311.88 | 1,031,850.16 | 1,036,162.04 | - |
| Due to general fund | 1,051.40 | 95,249.89 | 94,913.58 | 1,387.71 |
| Due to sewer fund | - | 234,960.90 | 234,960.90 | - |
| Due to road fund | - | 99,472.62 | 99,472.62 | - |
| Due to library | 80.50 | 34,064.67 | 34,145.17 | - |
| Due to others | 6,585.32 | 3,229.84 | 9,815.16 | - |
| <u>Total Liabilities</u> | \$ 13,823.94 | \$2,293,744.25 | \$2,306,180.48 | \$ 1,387.71 |

See accompanying notes to financial statements.

TOWNSHIP OF BINGHAM
CURRENT TAX COLLECTION FUND

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Year Ended March 31, 2004

| | |
|-------------------------|--------------|
| <u>Balance, April 1</u> | \$ 13,823.94 |
|-------------------------|--------------|

Receipts

| | | |
|----------------------------------------|----------------|--|
| Current property taxes and assessments | \$2,265,023.37 | |
| Property tax administration fee | 22,423.01 | |
| Interest earned | 279.45 | |
| Delinquent personal taxes | 2,788.58 | |
| Overpaid taxes | 3,229.84 | |
| | 3,229.84 | |

| | |
|----------------|--------------|
| Total Receipts | 2,293,744.25 |
|----------------|--------------|

| | |
|-------------------------------------|--------------|
| Total Receipts and Balance, April 1 | 2,307,568.19 |
|-------------------------------------|--------------|

Disbursements

| | | |
|------------------------------|------------|--|
| State of Michigan | 366,756.15 | |
| Clinton county | 429,954.86 | |
| Clinton Intermediate schools | 246,624.81 | |
| St. Johns schools | 789,537.23 | |
| Briggs Library | 34,145.17 | |
| Sewer fund | 234,960.90 | |
| General fund | 94,913.58 | |
| Road and bridges fund | 99,472.62 | |
| Refund of overpaid taxes | 9,815.16 | |
| | 9,815.16 | |

| | |
|---------------------|--------------|
| Total Disbursements | 2,306,180.48 |
|---------------------|--------------|

| | |
|--------------------------|-------------|
| <u>Balance, March 31</u> | \$ 1,387.71 |
|--------------------------|-------------|

See accompanying notes to financial statements.